

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

FINANCIAL STATEMENTS
(Unaudited)

JUNE 30, 2011

PEOPLE FOR A HEALTHY COMMUNITY ON GABRIOLA SOCIETY

JUNE 30, 2011

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**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

REVIEW ENGAGEMENT REPORT

To the Directors of
People For A Healthy Community on Gabriola Society

I have reviewed the statement of financial position of People For A Healthy Community on Gabriola Society as at June 30, 2011 and the statements of operations, changes in net assets and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the company.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Gabriola, B C
October 12, 2011



CERTIFIED GENERAL ACCOUNTANT

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

**STATEMENT OF FINANCIAL POSITION
(Unaudited)**

AS AT JUNE 30, 2011

ASSETS

	2011	2010
CURRENT		
Cash	\$ 47,404	\$ 27,275
Accounts receivable	573	236
Prepaid expenses	920	2,194
GST receivable	1,276	371
	50,173	30,076
TANGIBLE CAPITAL ASSETS (Note 3)	5,200	2,414
	\$ 55,373	\$ 32,490

APPROVED ON BEHALF OF THE BOARD:

 Chair

Treasurer

The accompanying notes are an integral part of these financial statements.

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

STATEMENT OF FINANCIAL POSITION
(Unaudited)

AS AT JUNE 30, 2011

LIABILITIES

	2011	2010
CURRENT		
Accounts payable and accrued liabilities	\$ 8,542	\$ 8,221
Payroll liabilities	7,788	4,561
Deferred contributions	42,260	23,000
	58,590	35,782

NET ASSETS

INVESTMENT IN CAPITAL ASSETS (Note 4)	4,176	2,414
RESTRICTED FUNDS (Note 5)	1,379	301
DEFICIT,	(8,772)	(6,007)
	(3,217)	(3,292)
	\$ 55,373	\$ 32,490

The accompanying notes are an integral part of these financial statements.

PEOPLE FOR A HEALTHY COMMUNITY ON GABRIOLA SOCIETY

STATEMENT OF OPERATIONS (Unaudited)

FOR THE YEAR ENDED JUNE 30, 2011

	2011	%	2010	%
REVENUE (Schedule 1)	\$ 172,963	100.00	\$ 125,855	100.00
FOOD DONATIONS (Note 8)				
Food donations received	69,524	40.20	45,984	36.54
Food donations distributed	(67,502)	(39.03)	(45,984)	(36.54)
	2,022	1.17	-	-
	174,985	101.17	125,855	100.00
EXPENSES				
Advertising and promotion	928	0.54	1,466	1.16
Amortization	1,804	1.04	1,685	1.34
Contracts & Honorariums	3,143	1.82	2,191	1.74
Dues & licences	332	0.19	-	-
Client support	2,807	1.62	4,287	3.41
Freight	366	0.21	121	0.10
Fundraising expenses	3,963	2.29	3,782	3.01
Insurance	1,681	0.97	1,675	1.33
Interest and bank charges	332	0.19	490	0.39
Materials & resources	20,298	11.74	16,235	12.90
Office expenses	4,536	2.62	4,644	3.69
Professional development	389	0.22	230	0.18
Professional fees	3,082	1.78	2,733	2.17
Rent	10,566	6.11	16,125	12.81
Repairs & maintenance	4,572	2.64	3,289	2.61
Salaries and benefits	112,505	65.05	76,536	60.81
Telephone and utilities	3,395	1.96	3,887	3.09
Travel	211	0.12	189	0.15
	174,910	101.13	139,565	110.89
DEFICIT OF REVENUE OVER EXPENSES	\$ 75		\$ (13,710)	

The accompanying notes are an integral part of these financial statements.

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

STATEMENT OF CHANGES IN NET ASSETS
(Unaudited)

FOR THE YEAR ENDED JUNE 30, 2011

	2011	2010
<hr/>		
(DEFICIT) UNRESTRICTED FUNDS		
beginning of year	\$ (6,007)	\$ 5,747
EXCESS OF REVENUE OVER EXPENDITURES	75	(13,710)
	(5,932)	(7,963)
INTERFUND TRANSFER	(2,840)	1,956
DEFICIT, end of year	(8,772)	(6,007)
TANGIBLE CAPITAL ASSETS (Note 4)	4,176	2,414
RESTRICTED FUNDS (Note 5)	1,379	301
NET ASSETS	\$ (3,217)	\$ (3,292)
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**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

STATEMENT OF CASH FLOWS
(Unaudited)

FOR THE YEAR ENDED JUNE 30, 2011

	2011	2010
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Cash receipts from grants, donations & fundraising	\$ 171,721	\$ 125,636
Cash paid to suppliers and employees	(147,713)	(134,971)
Interest paid	(313)	(490)
CASH FLOW FROM OPERATIONS	23,695	(9,825)
INVESTING ACTIVITIES		
Additions to capital assets	(3,566)	(740)
CASH FLOW FROM INVESTING	(3,566)	(740)
INCREASE (DECREASE) IN CASH	20,129	(10,565)
CASH, beginning of year	27,275	37,840
CASH, end of year	\$ 47,404	\$ 27,275
CASH is defined as		
Cash (bank indebtedness)	\$ 46,904	\$ 26,775
Term deposits	500	500
	\$ 47,404	\$ 27,275

The accompanying notes are an integral part of these financial statements.

PEOPLE FOR A HEALTHY COMMUNITY ON GABRIOLA SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

JUNE 30, 2011

1. NATURE OF BUSINESS

People For a Healthy Community is a non-profit society which works to support the health and well-being of their community: children, families and individuals. The mandate is to actively pursue the vision of a community where the basic needs of safety, health, shelter, food security and connection are addressed for all community members.

2. SUMMARY OF ACCOUNTING POLICIES

(a) The society reports its activities on the fund accounting basis and follows the deferred method of recognition of externally designated contributions which matches the revenue to the related expenditure.

(b) Other Accounting Policies

Contributed tangible capital assets are recorded at fair value at the date of contribution.

Contributed material and services are recorded in the financial statements when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the organization's operations and would otherwise have been purchased.

Pledges receivable are recorded when received.

(c) Tangible Capital Assets

Tangible Capital assets are recorded at cost. Amortization is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Computer equipment	- 30% diminishing balance
Equipment & furnishings	- 20% diminishing balance
Leasehold improvements	- 50% straight line

Additions during the year are amortized at one-half their normal rate and no amortization is taken in the year of disposition.

(d) Other Revenue Recognition Points

The cut-off date for donations is the same as the cut-off date for receipts issued in a year, and is based on the postage date on the envelope for mail, or the date the donation is received.

Legacies, or bequests are recorded when received.

The accompanying notes are an integral part of these financial statements.

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)

JUNE 30, 2011

3. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2011	Net 2010
Computer equipment	\$ 2,933	\$ 1,298	\$ 1,635	\$ 1,178
Equipment & furnishings	2,798	608	2,190	431
Leasehold improvements	31,744	30,369	1,375	805
	\$ 37,475	\$ 32,275	\$ 5,200	\$ 2,414

4. NET ASSETS INVESTED IN TANGIBLE CAPITAL ASSETS

	2011	2010
Net tangible capital assets, beginning of the year	\$ 2,414	\$ 3,359
Transfer amortization from operating fund	(1,804)	(1,685)
Transfer tangible capital assets purchased from operating fund	3,566	740
	\$ 4,176	\$ 2,414

5. RESTRICTED FUNDS

	2011	2010
Internally restricted for programs	\$ 1,379	\$ 301
	\$ 1,379	\$ 301

The accompanying notes are an integral part of these financial statements.

PEOPLE FOR A HEALTHY COMMUNITY ON GABRIOLA SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

JUNE 30, 2011

6. FINANCIAL INSTRUMENTS

The Society's financial instruments consist of cash, accounts receivables and accounts payable. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest, currency, or credit risk arising from these financial instruments. The fair value of the instruments approximates their carrying values, unless otherwise noted.

7. COMMITMENTS

The Society has entered into a lease agreement with the Gabriola Commons Foundation (formerly Amazing Grace Ecological Society) for the premises at 675 North Rd, Gabriola, BC. The lease commenced on January 1, 2007 and will end on December 31, 2011. The amount of the lease is \$1350 per month plus \$104 per month for hydro. Effective June 1, 2010, hydro was increased to \$135.50 and effective July 1, 2010, rent was decreased to \$1,000 per month.

8. FOOD DONATIONS

In-kind food donations are valued according to guidelines from Food Banks Canada and are considered to be charitable donations. All donated food is distributed in the Gabriola community.

The accompanying notes are an integral part of these financial statements.

**PEOPLE FOR A HEALTHY COMMUNITY ON
GABRIOLA SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)**

JUNE 30, 2011

SCHEDULE 1

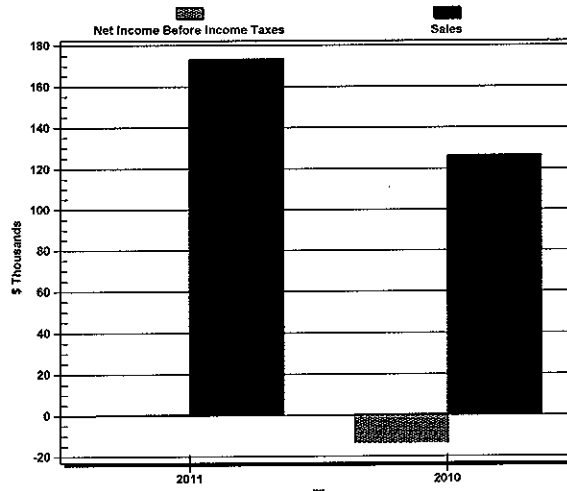
REVENUES

	2011	2010
Gaming revenue	\$ 50,810	\$ 38,257
Grants - Government	5,026	876
Grants	25,250	14,500
Donations	74,410	63,104
Fundraising	16,520	9,118
Interest income	4	-
Other income	943	-
	\$ 172,963	\$ 125,855

The accompanying notes are an integral part of these financial statements.

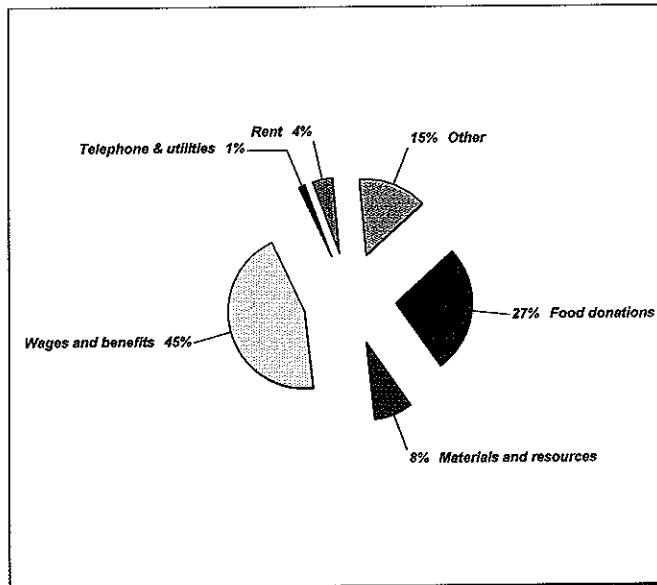
PEOPLE FOR A HEALTHY COMMUNITY ON GABRIOLA SOCIETY

Financial Highlights



Expenses

Current Year



The accompanying notes are an integral part of these financial statements.